## California Air Resources Board Workshop

Issues Relating to the California Phase 3 Reformulated Gasoline Regulations

#### **Denatured Ethanol Specifications**

August 18, 2000

Bruce W. Heine Williams Energy Services



#### Standards for Denatured Ethanol

- Sulfur standard should apply to denatured ethanol
- ARB should establish guidance for the benzene, aromatic and olefin content of the denaturant used at the ethanol denaturing facility



# Restricted California Ethanol Supply

A 2nd Opinion has proposed denaturant specification standards that would promote a new market opportunity for products like alkylate while restricting flexibility for California refiners and domestic ethanol producers.



## Alkylate as a Denaturant

- Denaturants must be approved by the Bureau of Alcohol, Tobacco & Firearms along with ASTM prior to commercial use.
- While alkylate is approved as a denaturant under ASTM D-4806, we are not aware that the BATF has approved the use of alkylate as a denaturant.
- There is no assurance BATF would provide such approval.



#### Other Concerns

• A 2nd Opinion has suggested ARB establish denaturant specifications for sulfur, benzene, aromatic and olefin content based in the flat limits of CARFG 3 gasoline.

RFA and WSPA agree that the cap level of CARFG 3 should be considered in establishing guidance.



#### Questions

- A 2nd Opinion suggests a cap limit on midpoint for alkylate @ 220°F or "above".
- A 2nd Opinion suggests an RVP cap on denaturants.

ARB has not included T-50 in the "pertinent specifications".

RFA believes the RVP measure is unnecessary and will ultimately reduce ethanol supply options for California refiners.



## Takeaways

The proposal by *A 2nd Opinion* leads to:

- Decreased ethanol supply options for California refiners
- Decreased flexibility for domestic ethanol producers
- Potential unforeseen consequences

